GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:2791
ANSWERED ON:19.03.2007
PROFIT/ LOSS OF SALEM STEEL PLANT
Appadurai Shri M.

Will the Minister of STEEL be pleased to state:

(a) the amount of profit/loss made by salem steel plant during each of the last three years;

(b) the actual production of steel made by this plant during the said period alongwith its value;

(c) whether the Government is proposed to expand this plant in the next two years; and

(d) if so, the details thereof ?

Answer

MINISTER OF STATE IN THE MINISTRY OF STEEL (DR. AKHILESH DAS)

(a)&(b): Profit/Loss before tax, production of saleable steel and sales of saleable steel, as well as the sales value (gross realization inclusive of taxes and duties) by Salem Steel Plant (SSP) from 2003-04 to 9 M of 2006-07 is as under:

Salem Steel Plant	2003-04	2004-05	2005-06	9M 06-07
Profit Before Tax(PBT)/ loss(-) Rs. In crores	1.94	3.48	-66.88	72.11
Production saleable steel '000 tonnes	84.673	149.105	171.187	146.067
Sales Volume Saleable Steel '000 tonnes	83.402	147.047	158.758	146.178
Sales value Saleable Steel Rs. In crores	546.69	994.96	758.43	906.32

(c)&(d): Yes, Sir. The expansion plan of Salem Steel Plant has been approved in-principle by Steel Authority of India Limited (SAIL) Board in June 2006 at an indicative cost of Rs. 1553 crores. The plan envisages installation of new steel making and continuous casting facilities to produce 180,000 tonnes per annum (tpa) of stainless steel slabs and expansion of cold rolling complex to produce 146,000 tpa of cold rolled stainless steel.